AMENDMENTS TO THE CLAIMS:

Please replace the claims in the present application with the following listing of claims.

What is claimed is:

- 1. (currently amended) A traffic engineering method of a network divided into a plurality of areas, each area including a plurality of nodes, said method comprising the step of carrying out a load-balancing process at a boundary node in said each area separately in a closed manner.
- 2. (original) The traffic engineering method as claimed in claim 1, further comprising the step of deciding a destination of a packet in said each area.
- 3. (original) The traffic engineering method as claimed in claim 1. further comprising the steps of:

calculating a normalized value used for the load-balancing process, based on address information of the packet supplied to an ingress node of the network from an outside of the network,

adding said normalized value to switching information of said packet; and forwarding said packet from said ingress node to the plurality of nodes.

4. (original) The truffic engineering method as claimed in claim 3, further comprising the steps of:

receiving said packet from said ingress node at an area boundary node located on a boundary of the plurality of areas; and

5. (original) The traffic engineering method as claimed in claim 1, further comprising the step of notifying a closest node apparatus that carries out the load-balancing process and is the closest to said node apparatus on an upstream side of said node apparatus, about a failure if detecting the failure.

6. (original) The traffic engineering method as claimed in claim 4, further comprising the step of redistributing a traffic flow from a failed route to a route other than the failed route if receiving a failure notification at said ingress node or said area boundary node.

7. (original) The traffic engineering method as claimed in claim 6, further comprising the step of deciding whether a traffic loss occurs by redistributing the traffic flow from said failed route to the route other than said failed route if receiving the failure notification at said ingress node or said area boundary node.

8. (original) The traffic engineering method as claimed in claim 7, further comprising the steps of:

setting a new route, if said failure-notification receiving unit decides that the traffic loss occurs by redistributing the traffic flow from said failed route to the route other than said failed route; and

switching the traffic flow from said failed route to the new route.

- 9. (currently amended) A node apparatus included in a network that is divided into a plurality of areas and located at a boundary of one of the plurality of areas, each area including a plurality of nodes, in which an entire network resource is optimized by traffic engineering by deciding, said node apparatus comprising an inside area destination deciding unit that decides a destination of a packet in said each area, the node apparatus is configured to use said destination being used for carrying out a load-balancing process within said each area in a closed manner.
- 10. (original) The node apparatus as claimed in claim 9, wherein said node apparatus corresponding to an ingress node supplied with the packet from an outside of the network includes a normalized-value calculating unit that calculates a normalized value used for the loadbalancing process based on address information of said packet, and a switching-information creating unit that adds said normalized value to switching information of said packet.
- 11. (original) The node apparatus as claimed in claim 9, wherein said node apparatus corresponding to an area boundary node located on a boundary of the plurality of areas includes a normalized-value extracting unit, which extracts a normalized value used for carrying out the load-balancing process in an area including said node apparatus, from switching information of the packet supplied from an adjacent area.
- 12. (original) The node apparatus as claimed in claim 9, further comprising a failure notifying unit that notifies a closest node apparatus that carries out the load-balancing process and is the closest to said node apparatus on an upstream side of said node apparatus, about a failure if detecting said failure.

- 13. (original) The node apparatus as claimed in claim 10, further comprising a traffic distributing unit that redistributes a traffic flow from a failed route to a route other than the failed route if receiving a failure notification.
- 14. (original) The node apparatus as claimed in claim 13, further comprising a failurenotification receiving unit that decides whether a traffic loss occurs by redistributing the traffic
 flow from said failed route to the route other than said failed route if receiving the failure
 notification.
- 15. (original) The node apparatus as claimed in claim 14, wherein said traffic distributing unit switches the traffic flow from said failed route to a newly set route, if said failure-notification receiving unit decides that the traffic loss occurs by redistributing the traffic flow from said failed route to the route other than said failed route.
- 16. (original) The node apparatus as claimed in claim 11, further comprising a traffic distributing unit that redistributes a traffic flow from a failed route to a route other than the failed route if receiving a failure notification.
- 17. (original) The node apparatus as claimed in claim 16, further comprising a failurenotification receiving unit that decides whether a traffic loss occurs by redistributing the traffic
 flow from said failed route to the route other than said failed route if receiving the failure
 notification.

18. (original) The node apparatus as claimed in claim 17, wherein said traffic distributing unit switches the traffic flow from said failed route to a newly set route, if said failure-notification receiving unit decides that the traffic loss occurs by redistributing the traffic flow from said failed route to the route other than said failed route.

19. (currently amended) A network system, comprising a plurality of areas, each area including a plurality of nodes,

wherein an entire network resource is optimized by traffic engineering, and a loadbalancing process is carried out at a boundary node in said each area separately in a closed manner.

20. (new) A traffic engineering method in a network, comprising:

dividing said network into a plurality of areas, each area including a plurality of nodes comprising an edge node and at least one boundary node; and

carrying out a load-balancing process at said boundary node in said each area independently.